

Common Tax Deductions Doc 601 Part 3 Training Manual

Strategy 3-Minimize Taxes DOC 805

Car & Truck Expenses

IRS Publication 463

\$6,550.00 (10,000 Miles)

Currently Spend

$10,000 \div 25 \text{ miles} = 400 \text{ Gallons}$

$400 \times \$4.00 = \$1,600.00$

Business Travel Expenses

IRS Publication 463

\$3,000.00

Family Personal Travel

\$3,000.00

Interest on Business Car

IRS Publication 463 &

334 \$3,000.00

All Personal Cars

\$3,000.00

This example is for education and training only. We recommend you consult a tax professional for IRS updates and tax preparation.

Business Meals
IRS Publication 463
\$1,800.00

All Personal Meals
\$3,600.00

Business Payroll (Wages)
IRS Pub 535 & 15
\$4,800.00

Additional Expense for Child
\$4,800.00

Other Expenses
\$3,240.00

Bank Fees	= \$	180.00
Tax Preparation	= \$	300.00
Cell Phone	=	\$1,800.00
Internet	=	\$ 960.00
		<u> </u>
		\$3,240.00

This example is for education and training only. We recommend you consult a tax professional for IRS updates and tax preparation.

Additional Expenses

myEcon Fees	=	\$ 600.00
Training Fees	=	\$ 500.00
Mailbox Rental	=	\$ 275.00
Advertising	=	<u>\$ 500.00</u>
		\$1,875.00

Total Spending

\$24,265.00

Current Spending

\$19,240.00

Head of Household 1 Child

Income

Job = \$ 65,000.00

myEcon Business = \$ 3,000.00

Business Loss = \$ (21,265.00)

This example is for education and training only. We recommend you consult a tax professional for IRS updates and tax preparation.